

**State of Utah****Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

September 6, 2006

Erwin Sass, General Manager
Canyon Fuel Company, LLC
P. O. Box 1029
Wellington, Utah 84542

Subject: Approval of Subsidence Crack Repair – Proposed Scope of Work,
Task ID #2594, Canyon Fuel Company, LLC, Dugout Canyon Mine,
C/007/0039

Dear Mr. Sass:

The above-referenced crack repair plan is approved, effective today. As no changes have been made to the current mining and reclamation plan, it is not necessary to submit copies of this application for incorporation into the MRP.

The U.S. Department of the Interior, Bureau of Land Management Utah State Office recommended approval of the proposed "Scope of Work" to repair the cracks associated with degasification well site G-7 on September 6, 2006.

This project does not necessitate an update to the Technical Analysis.

If you have any questions, please call me at (801) 538-5286 or Peter Hess at (435) 613-1146, Ext. 203. Thank you.

Sincerely,

A handwritten signature in black ink that reads "D. Wayne Hedberg".

D. Wayne Hedberg
Permit Supervisor

PHH/sd

cc: Ranvir Singh, OSM
Jim Kohler, BLM
Alice Carlton, USFS
Mark Page, Water Rights
Dave Ariotti, DEQ
Derris Jones, DWR

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